

CITY COUNCIL MEETING
MAY 17, 1989

REVIEW OF AUDIT
PROPOSALS

CC-6
CC-21(a)

The City Council was reminded that, at the March 22, 1989 Council meeting, Council had approved the "Invitation to Submit Proposals for Auditing Services" and authorized the Finance Director to advertise and solicit proposals. At this meeting, Council also appointed the following Audit Selection Committee members to review proposals submitted:

- Mayor John R. (Randy) Snider
- Council Member Fred Reid
- General Mills Controller Rich Mullenbach
- Finance Director/Treasurer Robert Holm
- Assistant City Manager Jerry Glenn

On April 17, 1989, proposals were received from the following firms:

- Celcotte Haskins & Sells (Sacramento)
- Ernst & Whinney (Sacramento)
- Grant Thornton (Stockton)
- KPMG Peat Marwick (Sacramento)
- Pfanner & Tate (Sacramento)
- Vargas, Cruz & Patel (San Jose)

The Audit Selection Committee met May 1, 1989. After careful review and evaluation of each proposal in the area of technical experience, qualification of the audit team and comparison of costs, it was the unanimous agreement of the Committee to recommend the audit firm of KPMG Peat Marwick for audit services.

Each respondent was notified of the Committee's recommendation by letter on May 10, 1989.

Following discussion, on motion of Council Member Olson, Hinchman second, Council by unanimous vote, accepted the proposal from the firm of KPMG Peat Marwick to provide audit services for the fiscal year 1988-89 at a cost of \$21,600.